GOVERNMENT OF INDIA
MINES
LOK SABHA

UNSTARRED QUESTION NO:3048
ANSWERED ON:20.03.2007
MOU FOR BAUXITE MINING
Mediyam Dr. Babu Rao

Will the Minister of MINES be pleased to state:

(a) whether MMDC (APMDC) has signed any Memorandum of Understanding (MoU) for bauxite mining in Vishakapatnam (Andhra Pradesh); and

(b) if so, the details thereof and the salient features thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF MINES (DR. T. SUBBARAMI REDDY)

(a) & (b): As informed by Government of Andhra Pradesh (AP), they have entered into one Memorandum of Understanding (MoU) with M/s Jindal South West Holdings Limited (JSWHL) and another MoU with Government of Ras Al Khaimah, United Arab Emirates. The salient points of the MoUs entered are as follows:-

(i) Andhra Pradesh Mineral Development Corporation Limited (APMDC) shall supply bauxite to the said aluminium companies as per their requirements from the Mining Lease applied areas by the APMDC;

(ii) APMDC shall allocate 20% of its profit from bauxite mining to the tribals;

(iii) The said aluminium companies shall offer equity to APMDC;

(iv) A minimum of 0.5% of the revenue shall be allocated to the tribal development;

(v) The plant shall be located outside the tribal areas, etc.